

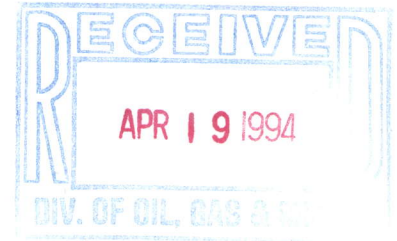


State of Utah  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF STATE LANDS AND FORESTRY

Michael O. Leavitt  
Governor  
Ted Stewart  
Executive Director  
Scott Hirschi  
Division Director

3 Triad Center, Suite 400  
355 West North Temple  
Salt Lake City, Utah 84180-1204  
801-538-5508  
801-355-0922 (Fax)

5/047/054



April 19, 1994

CERTIFIED MAIL NO. P 051 448 178

James Maxwell  
722 East 2730 North  
Provo, UT 84604

Dear Mr. Maxwell:

RE: ML 41160-Oil, Gas, and Hydrocarbon

The above numbered lease expired on February 28, 1994, and you no longer have mineral lease rights to the tar sands contained within the lands. The property contains an abandoned mining disturbance for which you are responsible.

You are required to reclaim all mined land disturbances upon the property in accordance with your approved reclamation plan on file with the division. All reclamation work must be approved by the division prior to the release of your reclamation bonds.

Please immediately remove all storage and processing equipment and all trash and debris from the property. The sides of the open pit mine must be regraded to approximate the natural contour of the land. It will be necessary, however, to leave a berm in place at the lower end of the pit in order to control drainage and erosion. Stockpiled soil must be redistributed over the pit site and compacted. The access road leading into the property must be graded to flatten the berms and the uprooted trees and brush located along the roadside. The mine area and the access road must be reseeded following the completion of earthwork but planting should not occur both prior to September 30th in order to utilize natural moisture for seed germination.

The required earthwork must be completed within the next 120 days. Failure to comply may result in your forfeiture of certificates of deposit CD #332-155-0876421 and CD #332-155-0006719 which are held by the division in-lieu of a surety bond.

Please contact me should you have any questions regarding this matter.

Sincerely,

JOHN T. BLAKE  
MINERAL RESOURCES SPECIALIST

JTB/tdw

cc: Wayne Hedberg, DOGM  
Claudia Salzetti, First Security Bank